



General Assembly

February Session, 2002

***Raised Bill No. 5583***

LCO No. 1581

Referred to Committee on Planning and Development

Introduced by:  
(PD)

***AN ACT CONCERNING INCENTIVES FOR MUNICIPAL REVENUE  
SHARING.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1       Section 1. (NEW) (*Effective October 1, 2002*) (a) As used in this  
2       section, "region" means a planning region designated or redesignated  
3       by the Secretary of the Office of Policy and Management pursuant to  
4       section 16a-4a of the general statutes.

5       (b) A municipality on the list of municipalities with fiscal disparities  
6       prepared pursuant to public act 01-158 and any other municipality  
7       located in the same region as the municipality on such list may enter  
8       into an agreement to share revenues pursuant to section 7-148bb of the  
9       general statutes whereby the municipality located in the region may  
10      establish a mill rate on nonresidential real property up to the mill rate  
11      of the municipality on such list. Any agreement shall (1) provide that  
12      revenues shared shall be limited to revenues collected from real  
13      properties subject to the mill rate imposed under this section and  
14      include a distribution plan which may have provisions for distribution  
15      of revenue to nonprofit organizations. No agreement shall be effective  
16      unless approved by the Secretary of the Office of Policy and

17 Management and the secretary determines that the agreement will  
18 result in reduced property taxes in the municipality with fiscal  
19 disparities and that fifty per cent of the revenue generated will be  
20 distributed to the host municipality.

21 (c) The nonresidential real property subject to the increased mill rate  
22 shall be eligible for the incentives, abatement and benefits of the  
23 municipality on the list of municipalities with fiscal disparities.

This act shall take effect as follows:	
Section 1	<i>October 1, 2002</i>

***Statement of Purpose:***

To authorize towns in planning regions where there are municipalities on the fiscal disparities list to impose a higher tax rate on nonresidential real property if they agree to share the revenue with the municipality on such list.

***[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]***